

**AN ORDINANCE  
BY FINANCE/ EXECUTIVE COMMITTEE**

**AN ORDINANCE TO AMEND THE FY 2010 AIRPORT RENEWAL AND EXTENSION FUND (5502) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$50,000,000, TO ESTABLISH AN OPERATING AND MAINTAINANCE RESERVE ACCOUNT IN THE AMOUNT OF ONE QUARTER (1/4) OF THE BUDGETED OPERATING EXPENSES FOR FISCAL YEAR 2010; AND FOR OTHER PURPOSES.**

**WHEREAS**, the City of Atlanta, Georgia (the “City”), owns and operates Hartsfield – Jackson Atlanta International Airport; and

**WHEREAS**, the Department of Aviation manages the day-to-day operations of the Hartsfield-Jackson Atlanta International Airport; and

**WHEREAS**, operating the airport requires capital improvements that at times necessitate the issuance of bonds; and

**WHEREAS**, the Municipal Bond market requires a reasonable assurance of financial stability to issue bonds; and

**WHEREAS**, the Municipal Bond market has relied on the financial Rating Agencies to provide this level of assurance; and

**WHEREAS**, the City has received prior ratings from the financial Rating Agencies; and

**WHEREAS**, the City intends to issue a series of bonds for the construction of the Maynard Holbrook Jackson International Terminal (MHJIT) and to refund the Series 2003RF-B and Series 2003RF-C bonds; and

**WHEREAS**, the City will require the financial Rating Agencies to provide a level of assurance to the municipal bond market by assigning a new rating; and

**WHEREAS**, the City has determined that establishing an operating and maintenance reserve account in the annual amount of one quarter (1/4) of the budgeted Operating Expenses for each fiscal year will enhance the city’s ability to receive a favorable rating.

**THE CITY COUNCIL OF THE CITY OF ATLANTA, GEORGIA, HEREBY ORDAINS, as follows:**

**SECTION 1:** That the FY 2010 Airport Renewal and Extension fund budget is hereby amended as follows:

**TRANSFER FROM APPROPRIATIONS**

5502.200101.5999901.1512000. 000000.000000.0000.000000000.00000000      \$50,000,000  
Airport Renewal and Extension Fund – Reserve Conv. Acct

**TRANSFER TO APPROPRIATIONS**

5502.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*      \$50,000,000  
Airport Renewal and Extension Fund – \*\*\*\*\*

**SECTION 8:** That all ordinances or parts of ordinances in conflict with this ordinance, herewith are waived to the extent of the conflict.

**Part II: Legislative White Paper:** (This portion of the Legislative Request Form will be shared with City Council members and staff)

**A. To be completed by Legislative Counsel:**

**Committee of Purview:** Finance/ Executive Committee

**Caption:** AN ORDINANCE TO AMEND THE FY 2010 AIRPORT RENEWAL AND EXTENSION FUND (5502) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$50,000,000, TO ESTABLISH AN OPERATING AND MAINTAINENCE RESERVE ACCOUNT IN THE AMOUNT OF ONE QUARTER (1/4) OF THE BUDGETED OPERATING EXPENSES FOR FISCAL YEAR 2010; AND FOR OTHER PURPOSES.

**Council Meeting Date:** November 16, 2009

**B. To be completed by the department:**

**1. Please provide a summary of the purpose of this**

**legislation (Justification Statement).**

The purpose of this legislation is to establish an Operating and Maintenance Reserve account in the Airport Renewal and Extension fund in the amount of one quarter (1/4) of the budgeted operating expenses for fiscal year 2010..

**2. Please provide background information regarding**

**this legislation.**

The Department of Aviation is to issue bonds to complete the construction of Maynard Holbrook Jackson International Terminal and refund the Series 2003RF-B/C bonds from a variable rate mode to a fixed rate mode. The issuance of these bonds requires the city to get a new rating from the financial rating agencies for the Airport. The city wants to provide additional assurance to the financial agencies by establishing an operating and maintenance reserve account in the amount of one quarter (1/4) of the budgeted operating expenses for fiscal year 2010. The establishment of this reserve may lead to a more favorable rating from the rating agencies.

**3. If Applicable/Known:**

- (a) Contract Type (e.g. Professional Services, Construction Agreement, etc): N/A
- (b) Source Selection: N/A
- (c) Bids/Proposals Due: N/A
- (d) Invitations Issued: N/A
- (e) Number of Bids: N/A
- (f) Proposals Received: N/A
- (g) Bidders/Proponents: N/A
- (h) Term of Contract: N/A

**4. Fund Account Center (Ex. Name and number):**

**Transfer From:**

5502.200101.5999901.1512000.000000.00000.0000.00000000.00000000\$50,000,000

**Transfer To:**

5502.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*\$50,000,000

**5. Source of Funds:**

Airport Renewal and Extension fund (5502)

**6. Fiscal Impact:**

**Transfer From:**

5502.200101.5999901.1512000.000000.00000.0000.00000000.00000000\$50,000,000

**Transfer To:**

5502.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*.\*\*\*\*\*\$50,000,000

**7. Method of Cost Recovery: N/A**

**This Legislative Request Form Was Prepared By:** Paul Kwaw

TRANSMITTAL FORM FOR LEGISLATION

TO: MAYOR'S OFFICE

ATTN: GREG PRIDGEON

Dept.'s Legislative Liaison: LaShawn Gardiner

Contact Number: 404-330-6449

Originating Department: Department of Finance

Committee(s) of Purview: Finance/ Executive

Chief of Staff Deadline: October 27, 2009

Anticipated Committee Meeting Date(s): November 9, 2009

Anticipated Full Council Date: November 16, 2009

Legislative Counsel's Signature: SDB

Commissioner Signature: [Signature]

Chief Procurement Officer Signature: \_\_\_\_\_

**CAPTION**

AN ORDINANCE TO AMEND THE FY 2010 AIRPORT RENEWAL AND EXTENSION FUND (5502) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$50,000,000, TO ESTABLISH AN OPERATING AND MAINTAINENANCE RESERVE ACCOUNT IN THE AMOUNT OF ONE QUARTER (1/4) OF THE BUDGETED OPERATING EXPENSES FOR FISCAL YEAR 2010; AND FOR OTHER PURPOSES.

FINANCIAL IMPACT (if any): \$50,000,000

Mayor's Staff Only

Received by CPO: \_\_\_\_\_ Received by LC from CPO: \_\_\_\_\_

Received by Mayor's Office: [Signature] (date) 10/28/09 Reviewed by: [Signature] (date)

Submitted to Council: \_\_\_\_\_ (date)